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Date: August 5, 2010
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Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION,
ITS COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in August. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Monday, August 16, 2010, 9:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, August 16, 2010, 9:30 a.m. or upon adjournment or recess of the Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recess of the open session to consider investment matters pursuant to Government Code section 11126(c)(16).

Policy Subcommittee of the Investment Committee

Date and Time: Monday, August 16, 2010, 1:00 p.m. or upon adjournment or recess of the Investment Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Benefits and Program Administration Committee

Date and Time: Tuesday, August 17, 2010, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Health Benefits Committee

Date and Time: Tuesday, August 17, 2010, 9:30 a.m. or upon adjournment or recess of the Benefits and Program Administration Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Performance and Compensation Committee

Date and Time: Tuesday, August 17, 2010, 11:00 a.m. or upon adjournment or recess of the Health Benefits Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Ad Hoc Board Governance Committee

Date and Time: Wednesday, August 18, 2010, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Wednesday, August 18, 2010, 10:00 a.m.

Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will attend a Fiduciary Workshop.

Board of Administration

Date and Time: Thursday, August 19, 2010, 8:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel and employment matters pursuant to Government Code sections 11126(a)(1) and 11126(g)(1).

Board of Administration

Date and Time: Thursday, August 19, 2010, 9:00 a.m. or upon adjournment or recess of the closed session of the Board of Administration, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to consider litigation pursuant to Government Code section 11126(e). The Board will meet in closed session to discuss personnel and employment matters pursuant to Government Code sections 11126(a)(1) and 11126(g)(1).

Board members may attend meetings of committees of which they are not members and participate in the discussions during those committee meetings.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call (916) 795-3065 (voice or TTY).

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Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Please contact Cheree Swedensky, at (916) 795-3128, with any questions regarding the meetings. Thank you.

ANNE STAUSBOLL
Chief Executive Officer

Attachment

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

August 16, 2010

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Tony Oliveira, Vice Chair
John Chiang
Patricia Clarey
Dan Dunmoyer
Debbie Endsley
Rob Feckner
JJ Jelincic
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret
Kurato Shimada

CLOSED SESSION 9:00 a.m.

1. Chief Investment Officer's Briefing on Market and Personnel Issues
(Government Code sections 11126(a)(1) and 11126(c)(16))
2. Discussion with Board Consultants and Senior Investment Staff on
Strategic Investment Initiatives
(Government Code section 11126(c)(16))

**OPEN SESSION 9:30 a.m. or Upon Adjournment or Recess of Closed Session,
Whichever is Later**

**CLOSED SESSION Upon Adjournment or Recess of Open Session
(Government Code section 11126(c)(16))**

AGENDA

OPEN SESSION

Call to Order and Roll Call

Action Items

1. Approval of the June 14, 2010 Open Session Minutes

Geraldine Jimenez

2. Affiliate Investment Programs Division – Affiliate Investment Programs Annual Review

Information Items

Meketa Investment
Group

3. Asset Allocation Framework and Capital Market Expectations

Janine Guillot

4. Total Fund
a. Organization System and Controls Status Report

Anne Simpson
Wilshire Consulting

5. Program Updates
a. Global Equity – Corporate Governance
1) Corporate Governance Update
2) Wilshire Study on CalPERS Corporate Governance Program

Wilshire Consulting

b. Global Fixed Income – Consultant Review of Internal Programs
1) Fixed Income Program
2) Limited Duration Program
c. Real Estate
d. Alternative Investments Management (AIM)
e. Inflation-Linked Asset Class (ILAC)
f. Global Equity

Joseph Dear
Janine Guillot

6. Activity Reports
a. Consolidated Investment Activity Report
b. Chief Operating Investment Officer's Status Report

7. Agenda and Calendar
a. Draft Agenda for September 13, 2010
b. 2010-2011 Annual Agenda Item Calendar

8. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

CLOSED SESSION

Upon Adjournment or Recess of Open Session

(Government Code sections 11126(c)(16))

Call to Order and Roll Call

Action Items

1. Approval of the June 14, 2010 Closed Session Minutes

Information Items

- | | |
|-----------------------------|---|
| Janine Guillot | 2. Total Fund |
| | a. Investment Transactions: System and Controls Update |
| | 3. Program Updates |
| | a. Real Estate |
| Ted Eliopoulos | 1) Strategic Plan Implementation Update |
| Pension Consulting Alliance | 2) Consultant Report on Real Estate Portfolio |
| | 4. External Manager Updates |
| | a. Real Estate |
| Joncarlo Mark | b. Alternative Investments Management (AIM) |
| | c. Inflation-Linked Asset Class (ILAC) |
| | d. Global Fixed Income |
| | e. Global Equity |
| | f. Affiliate Investment Programs |
| | 5. Activity Reports |
| Janine Guillot | a. Status of Action Items Not Yet Reported |
| Joseph Dear | b. Investment Activity Reports |
| | 1) Alternative Investments Management |
| | 2) Real Estate |
| | 3) Risk Managed Absolute Return Strategies |
| | 4) Corporate Governance |
| | 5) Inflation-Linked Assets |
| | 6) Disclosure of Placement Agent Fees |
| Joncarlo Mark | 6. Alternative Investment Partnership / LLC Restructure |
| Peter Mixon | 7. Review of Investments / Placement Agents |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

**POLICY SUBCOMMITTEE
OF THE INVESTMENT COMMITTEE**

August 16, 2010

1:00 p.m.

**or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

SUBCOMMITTEE MEMBERS

Louis F. Moret, Chair
JJ Jelincic, Vice Chair
Patricia Clarey
George Diehr
Priya Mathur

AGENDA

- | | |
|-----------------------|--|
| | 1. Call to Order and Roll Call |
| Action | 2. Approval of the April 19, 2010 Meeting Minutes |
| Action / Curtis Ishii | 3. Global Fixed Income – Revision of Policy on Global Fixed Income Program |
| Kami Niebank | 4. Rolling Review Project – Revision of the following Investment and Risk Management Policies: |
| Action | |
| Matt Flynn | a. Benchmark Modification and Benchmark Details |
| Curtis Ishii | b. Credit Enhancement Program |
| | c. Securities Lending |
| Eric Baggesen | d. Derivatives – External Money Managers |
| | e. Development of Derivatives Strategies |
| | f. Developmental Investment Fund |
| | g. Divestment |
| Farouki Majeed | h. Leverage |
| | i. Risk Management Program |
| | j. Opportunistic Program |

- | | |
|-------------|--|
| Information | 5. 2010-11 Annual Agenda Item Calendar |
| Information | 6. Draft Agenda for October 18, 2010 |
| | 7. Public Comment |

Note: Items designated for information are appropriate for Subcommittee action if the Subcommittee wishes to take action. Any agenda item acted upon at this Subcommittee meeting may be brought to the Investment Committee at its next regularly scheduled meeting. Items are noticed for action after a first reading. The Subcommittee is free, however, to request a second reading of any item before approving it.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE

August 17, 2010

8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Kurato Shimada, Chair
Rob Feckner, Vice Chair
John Chiang
Patricia Clarey
George Diehr
Debbie Endsley
Henry Jones
Priya Mathur
Tony Oliveira

AGENDA

1. Call to Order and Roll Call
2. Approval of the June 15, 2010 Benefits and Program Administration Committee Meeting Minutes
3. Actuarial and Employer Services

Action / Alan Milligan

Information / Alan Milligan

Action / Alan Milligan

Action / Alan Milligan

Information / David Lamoureux

Information / Lori McGartland

- a. Implementation of the New Actuarial Assumptions for Member Calculations & Review of Cost Calculation for Additional Service Credit Purchase
- b. Actuarial Valuation Policy on Recognition of Plan Design Changes
- c. State Employer Contribution Rates
- d. EFI's Parallel Valuation and Certification of the Contracting Public Agency Plans as of June 30, 2008
- e. Increased Transparency – Inclusion of an Investment Return Sensitivity Analysis in Actuarial Valuation Reports
- f. Employer Customer Inquiry Performance Measures

Information / Lori McGartland
Information / Alan Milligan

- g. Public Agency Employee Compensation Update
- h. Chief Actuary Report

4. Legislation

Action / Danny Brown

- a. Public Employee Compensation

5. Public Affairs

Information / Brad Pacheco
/ Ken Nitschke

- a. CalPERS 2010 Retirement Trend Survey

6. Member and Benefit Services

Information / Donna Lum

Information / Donna Lum

- a. Member Branch Performance Measures
- b. Assistant Executive Officer Report
 - Rolling Master Agenda Item Calendar
 - AEO Matrix

Information / Donna Lum

- c. Draft Agenda for September 14, 2010

7. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

August 17, 2010

9:30 a.m.

**or Upon Adjournment or Recess of the Benefits and Program
Administration Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Tony Oliveira, Interim Chair/Vice Chair
John Chiang
George Diehr
Debbie Endsley
Rob Feckner
JJ Jelincic
Henry Jones
Bill Lockyer
Priya Mathur

AGENDA

1. Call to Order and Roll Call
 2. Approval of the June 15, 2010, Health Benefits Committee Meeting Minutes
 3. Program Wide Reports
 - a. Proposed Regulations: Extension of Dependent Health Coverage Up to Age 26
 - b. Update on Partnership for Change
 - c. Health Care Reform Update
 - d. Wellness and Disease Management Update
 - e. Update on Health Benefits Branch Pilot Initiatives
- Action/Doug McKeever
- Information/Doug McKeever
- Information/Doug McKeever
- Information/Dr. Sun
- Information/Kim Malm

- | | |
|---|---|
| Information/Sharon Louie
Action/Sharon Louie | 4. Long-Term Care Program <ul style="list-style-type: none">a. Long-Term Care Program Overviewb. Long-Term Care Program Contracting |
| Information/Kimberly Malm | 5. Interim Assistant Executive Officer Report <ul style="list-style-type: none">▪ Annual Rolling Calendar Review▪ Health Benefits Branch Assignment Matrix |
| | 6. Proposed Agenda for September 14, 2010, Health Benefits Committee Meeting |
| | 7. Public Comment |

NOTES: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

August 17, 2010

**11:00 A.M.
or Upon Recess or Adjournment of the
Heath Benefits Committee,
Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Patricia Clarey, Chair
Dan Dunmoyer, Vice Chair
George Diehr
Debbie Endsley
Bill Lockyer
Louis F. Moret
Tony Oliveira

AGENDA

1. Call to Order and Roll Call
2.
 - a. Approval of the June 14, 2010 Performance and Compensation Committee Meeting Minutes
3. Performance and Compensation Activities

Action
Michael A. Willihnganz

- a. 2010-2011 Performance Plans for the Chief Executive Officer and General Counsel (Second Reading)

Action
Michael A. Willihnganz

- b. 2010-2011 Performance Plans for the Chief Investment Officer, Chief Operating Investment Officer, Senior Investment Officers, Senior Portfolio Managers and Portfolio Managers (Second Reading)

Action
Michael A. Willihnganz

- c. Investment Incentive Compensation Program Redesign

4. Administrative Services

Information
Michael A. Willihnganz

- a. Human Resources Division Report
- b. Proposed September 2010 Agenda

5. a. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

AD HOC BOARD GOVERNANCE COMMITTEE

**August 18, 2010
8:30 a.m.**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Rob Feckner (Chair)
George Diehr (Vice Chair)
Henry Jones
Priya Mathur
Louis F. Moret
Tony Oliveira
Kurato Shimada

AGENDA

- | | | |
|--------|----|---|
| | 1. | Call To Order And Roll Call |
| Action | 2. | Approval of the December 15, 2009 Meeting Minutes |
| Action | 3. | Board Travel Policy |
| Action | 4. | Employer Reimbursement Policy |
| Action | 5. | Governance Policy Amendment |
| | 6. | Public Comment |

NOTES: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

August 19, 2010

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

MEMBERS

Rob Feckner, President
George Diehr, Vice President
John Chiang
Patricia Clarey
Dan Dunmoyer
Debbie Endsley
JJ Jelincic
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret
Tony Oliveira
Kurato Shimada

AGENDA

CLOSED SESSION CHIEF EXECUTIVE OFFICER'S BRIEFING ON PERFORMANCE,
8:00 A.M. EMPLOYMENT AND PERSONNEL ISSUES
(Gov. Code secs. 11126(a)(1) and (g)(1))

OPEN SESSION
9:00 A.M. OR UPON ADJOURNMENT OF CLOSED SESSION, WHICHEVER IS
LATER

1. Call to Order and Roll Call
2. Pledge of Allegiance
3. Approval of Meeting Minutes

INVESTMENTS

Mr. Dear 4. Chief Investment Officer's Report

Committee Reports

(Any Agenda Item from a Properly Noticed Committee Meeting Held Prior to this Meeting May be Reported on or Presented to the Board for its Consideration.)

- | | | |
|--------------|-----|--|
| Mr. Diehr | 5. | Investment Committee (Oral) |
| Mr. Oliveira | 6. | Ad Hoc Risk Management Committee (Oral) |
| Mr. Shimada | 7. | Benefits and Program Administration Committee (Oral) |
| Mr. Oliveira | 8. | Health Benefits Committee (Oral) |
| Mr. Jones | 9. | Finance Committee (Oral) |
| Mr. Feckner | 10. | Ad Hoc Board Governance Committee (Oral) |
| Ms. Clarey | 11. | Performance and Compensation Committee (Oral) |

General

- | | | |
|-----------------------------|-----|--|
| Ms. Stausboll | 12. | Board Meeting Calendar |
| Ms. Stausboll | 13. | Chief Executive Officer's Report (Oral) |
| Mr. Jablonsky
Mr. Jasper | 14. | Pension System Resumption (PSR) Project Update |

External Affairs

- | | | |
|-------------|-----|---|
| Ms. Macht | 15. | External Affairs Update |
| Mr. Brown | 16. | Board's State Legislative Program/Board's Position on State Legislation |
| Mr. Brown | 17. | Board's Federal Legislative Program/Board's Position on Federal Legislation |
| Mr. Pacheco | 18. | Public Affairs Update |

Legal

- | | | |
|-----------|-----|---|
| Mr. Mixon | 19. | Proposed Decisions of Administrative Law Judges |
| | | A. Elaine Gee |
| | | B. County of Santa Clara |
| | | C. Earl Rodgers |
| | | D. Alice F. Watson-Boyd |
| | | E. William E. Cummins |
| | | F. June M. Webb |
| | | G. Yvonne Verderosa |

H. Krishna R. Kirpalani
 I. Ward R. Murdoch
 J. Alecia R. Mourin
 K. Catherine Beauregard
 L. Michael LaFirenza

Mr. Mixon 20. General Counsel's Report
 A. Monthly New Case Report
 B. Assignment Matrix

Mr. Mixon 21. **Litigation – Closed Session** (Government Code section 11126(e))
 California Attorneys, Administrative Law Judges and Hearing Officers in State Employment et al. v. Arnold Schwarzenegger, et al., Alameda Superior Court Case No. RG09453982; *Service Employees International Union, Local 1000, and Yvonne Walker, a taxpayer v. Arnold Schwarzenegger, et al.*, Alameda Superior Court Case No. RG09456450; *Board of Administration vs. Arnold Schwarzenegger, et al.*, San Francisco Superior Court Case No. CPF09509754; and Executive Order S-12-10 (July 28, 2010)

Other

Mr. Feckner 22. Board Travel Approvals

Ms. Stausboll 23. Draft Agenda for September 15, 2010 Meeting

24. New Business Agenda Setting

25 Public Comment

CLOSED SESSION 26. ANNUAL EMPLOYEE PERFORMANCE REVIEW AND
(Gov. Code sec. UPDATES (Chief Executive Officer, Chief Investment Officer,
11126(a)(1) and and General Counsel)
(g)(1))

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.